

CITY OF LOS ANGELES
INTER-DEPARTMENTAL CORRESPONDENCE

0220-05151-0705

Date: July 3, 2025

To: Proposition HHH Administrative Oversight Committee

From: Proposition HHH Citizens Oversight Committee

Subject: **REQUEST TO DECOMMIT \$6,040,000 PROPOSITION HHH FUNDS FROM THE HOPE ON 6TH PROJECT**

At its meeting of June 20, 2025, the Proposition HHH (Prop HHH) Citizens Oversight Committee approved the attached Los Angeles Housing Department (LAHD) report, which is hereby transmitted for your consideration. Adoption of the report recommendations would decommit \$6,040,000 Prop HHH funds for the Hope on 6th project, located at 576 W 6th Street in Council District 15 from the Fiscal Year 2020-21 Project Expenditure Plan.,

MWS:YC:VES:MC:02250179

Attachment

Tiena Johnson Hall, General Manager
Tricia Keane, Executive Officer

Anna E. Ortega, Assistant General Manager
Luz C. Santiago, Assistant General Manager
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Karen Bass, Mayor

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ITEM #4

INTER-DEPARTMENTAL MEMORANDUM

TO: PROPOSITION HHH CITIZENS OVERSIGHT COMMITTEE
FROM: LOS ANGELES HOUSING DEPARTMENT
DATE: JUNE 20, 2025
REGARDING: AMENDMENT TO PROPOSITION HHH FY 2020-2021 PROJECT EXPENDITURE PLAN FOR HOPE ON 6TH

SUMMARY

The Los Angeles Housing Department (LAHD) requests authorization to amend the Fiscal Year (FY) 2020-2021 Project Expenditure Plan (PEP) to deobligate the total HHH award of \$6,040,000 for the Hope on 6th project, located in Council District 15 at 576 W. 6th Street.

RECOMMENDATIONS

- I. The General Manager of LAHD respectfully requests that the Proposition HHH Citizens Oversight Committee (COC) take the following actions:
 - a. APPROVE the FY 2020-2021 PEP to be amended and decreased as follows:
 - i. Decommit \$6,040,000 from Hope on 6th located at 576 W. 6th Street in Council District 15
 - b. Forward this action to the Proposition HHH Administrative Oversight Committee (AOC) and the City Council for its consideration.

BACKGROUND

Prior FY 2020-2021 PEP Amendments

To date, there are 103 projects in the HHH Permanent Supportive pipeline and 14 projects in the Innovative Housing Challenge pipeline, all of which have been included in the four PEPs. The FY 2020-2021 PEP was approved by City Council on September 14, 2020 (C.F. No. 17-0090-S15) for total funding of \$106,516,646. There have been seventeen subsequent amendments for 71 total projects and a total of \$555,030,012.

Current Proposed FY 2020-2021 PEP Amendment

The LAHD recommends that the FY 2020-2021 PEP be amended and decreased by \$6,040,000 to deobligate funds for the HH project Hope on 6th (Table 1). The current amendment is requested because the project's developer, 1010 Development, lost site control and has forfeited its HHH loan award.

Amendment to Proposition HHH FY 2020-2021 Project Expenditure Plan

TABLE 1: FY 2020-2021 PEP Amendments			
PEP Fiscal Year	Council File	Number of Projects	Total HHH Funding Request
2020-2021 PEP (FY20)	17-0090-S15	13	\$106,516,646
First Amendment Increase	17-0090-S15	4	\$37,590,000
Second Amendment Increase	17-0090-S15	5	\$26,335,000
Third Amendment Increase	17-0090-S15	2	\$13,757,200
Fourth Amendment Increase	17-0090-S15	5	\$30,786,602
Fifth Amendment Increase	17-0090-S15	5	\$54,615,556
Sixth Amendment Increase	17-0090-S15	2	\$18,400,000
Seventh Amendment Increase	17-0090-S15	4	\$30,675,000
Project Homekey Amendment Increase	21-0112	13	\$96,328,982
Eighth Amendment Increase	17-0090-S15	2	\$21,200,000
Ninth Amendment Increase	17-0090-S15	1	\$8,289,109
Project HomeKey Reallocation & Rationalization	17-0090-S15	-1	\$0
Tenth Amendment Increase	17-0090-S15	2	\$22,407,427
Eleventh Amendment Increase	17-0090-S15	2	\$8,800,000
Twelfth Amendment Deobligation	17-0090-S15	-1	-\$383,394
Thirteenth Amendment Increase	17-0090-S15	1	\$2,660,000
Second HomeKey Reallocation and Increase	17-0090-S15	0	\$54,493
Fourteenth Amendment Increase	17-0090-S15	3	\$23,382,908
Fifteenth Amendment Increase	17-0090-S15	6	\$50,930,000
Sixteenth Amendment (HomeKey Deobligation)	17-0090-S23	0	-\$921,103
Seventeenth Amendment	17-0090-S26	3	\$3,605,586
Current Amendment (Deobligation)	Pending Approval	-1	-\$6,040,000
TOTAL		70	\$548,990,012

To summarize the above, LAHD recommends that the FY 2020-2021 Project Expenditure Plan be amended to deobligate the HHH award for the Hope on 6th project.